



RANCHO MURIETA COMMUNITY SERVICES DISTRICT

15160 Jackson Road, Rancho Murieta, CA 95683

Office - 916-354-3700 * Fax - 916-354-2082

FINANCE COMMITTEE

(Directors John Merchant and Bill Gere)

Regular Meeting

July 9, 2026, at 10:00 a.m.

All persons present at District meetings will place their cellular devices in silent and/or vibrate mode (no ringing of any kind). During meetings, these devices will be used only for emergency purposes and, if used, the party called/calling will exit the meeting room for conversation. Other electronic and internet enabled devices are to be used in the "silent" mode. Under no circumstances will recording devices or problems associated with them be permitted to interrupt or delay District meetings.

AGENDA

1. Call to Order

2. Comments from the Public

If you wish to speak during Comments from the Public, on items not on the agenda, or would like to comment regarding an item appearing on the meeting agenda, please complete a public comment card and submit to the Board Secretary prior to Public Comments.

3. *Information Item* Audits Update

4. *Information Item* Financials Update – July to May 2026

5. *Information Item* Financials Update – Unaudited Budget vs. Actual FY23 & FY24

6. *Information Item* Amend Adopted FY 2023 Budget for Property Tax Allocation

7. *Information Item* Amend Adopted FY 2024 Budget for Property Tax Allocation

8. Director and Staff Comments/Suggestions

9. Adjournment

"In accordance with California Government Code Section 54957.5, any writing or document that is a public record, relates to an open session agenda item and is distributed less than 24 hours prior to a special meeting, will be made available for public inspection in the District offices during normal business hours. If, however, the document is not distributed until the regular meeting to which it relates, then the document or writing will be made available to the public at the location of the meeting."

In compliance with the Americans with Disabilities Act if you are an individual with a disability and you need a disability-related modification or accommodation to participate in this meeting or need assistance to participate in this teleconference meeting, please contact the District Office at 916-354-3700 or dfleet@rmcsd.com. Requests must be made as soon as possible.

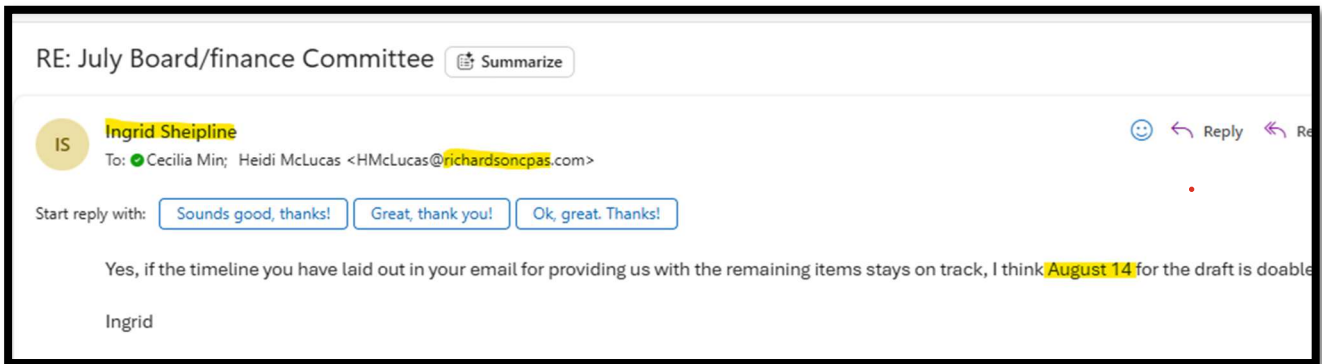
Note: This agenda is posted pursuant to the provisions of the Government Code commencing at Section 54950. Posting location is District Office. The date and time of this posting is July 2, 2026 at 4:00 p.m.

MEMORANDUM

Date: July 2, 2026
 To: Finance Committee/Board of Directors/
 From: Cecilia Min, Director of Finance and Administration
 Subject: Audit and Finance Report

1. Audits 22/23 and 23/24

- The AUDITS started May 18, 2026.
- Staff have completed the financial statement preparation and budget vs. actual which are required reporting for the audits.
- The audits are expected to be completed within three months, depending on auditor’s availability and scheduling. Here is the status update from Ingrid Sheipline, audit partner of Richardson CPA firm.



TASK	Projects	ASSIGNED TO	PROGRESS
Reconstruction of accounting - mostly cash receipts	Audit FY23&24	RH	100%
Review of the above accounting	Audit FY23&24	RH	100%
Reinput the above transactions into the accounting system	Audit FY23&24	RH	100%
Interim Audit Preparation + Interim Testing Support	Audit FY23&24	RH	100%
CFD Bond Audit	Audit FY23&24	RH	100%
Bank Reconciliations	Audit FY23&24	RH	100%
Balance Sheet Reconciliation	Audit FY23&24	RH	100%
Review Balance Sheet Reconciliation	Audit FY23&24	RH	100%
Audit Workpaper Preparation	Audit FY23&24	RH	100%
Audit Field Work Testing	Audit FY23&24	RH	80%
Financial Statement preparation	Audit FY23&24	RH	95%
Partner Review	Audit FY23&24	RH	
Review First Draft of Financial Statement	Audit FY23&24	RH	0%

Tasks	FY2	FY2	F
Bank Reconciliations: 1000	☑	☑	
Bank Reconciliations: 1001	☑	☑	
Bank Reconciliations: 1002	☑	☑	
Bank Reconciliations: 1008	☑	☑	
Bank Reconciliations: 1009	☑	☑	
Investment&Interest Income	☑	☑	
Tyler AR	☑	☑	
Tyler Revenue/customers overpayment	☑	☑	
Tyler Installment Plan	☑	☑	
Property Tax Receivable and Revenue	☑	☑	
Prepays	☑	☑	
Interfund Loans	☑	☑	
Tyler credit balances	☑	☑	
Due to/From Reconciliation	☑	☑	
Admin Allocation/Due to From	☑	☑	
AP aging	☑	☑	
Accrued Expenses	☑	☑	
Fixed Assets	☑	☑	
Repairs and Maintenance	☑	☑	
Capital Improvement Project Expense	☑	☑	
Deeded Transactions	☑	☑	
Restricted Cash	☑	☑	
Pension	☑	☑	
OPEB liability	☑	☑	
Notes Receivable	☑	☑	
Developer deposits	☑	☑	
Capital Leases	☑	☑	
Unearned revenue	☑	☑	
Water Hydrant Deposit	☑	☑	
Property Loss Reimbursement	☑	☑	
Payroll Expenses	☑	☑	
Misc income 3500	☑	☑	
Accrued Payroll	☑	☑	
GASB 101	☑	☑	
Compensation Absences	☑	☑	
Net Asset Rolled Forward	☑	☑	
Revenue: Reserve	☑	☑	
Insurance	☑	☑	
Income/Expenses Analysis - FY 23	☑	☑	
Income/Expenses Analysis - FY 24	☑	☑	
Budget vs. Actual Analysis	☑	☑	
clear review notes	☑	☑	
clear review notes	☑	☑	
Calwaste and related surcharge in Fd 495	☑	☑	
Legal	☑	☑	
Bond Audit(redo workpaper)	☑	☑	
Due From CFD Bond(redo 5 years of exp)	☑	☑	

2. Audit 24/25

Preparation for the FY 24/25 audit will begin tentatively mid-July 2026.

FY 2026 Financials

Period: July 2025 – May 2026

Statement of Revenue and Expenses - Preliminary

July 2025 to May 2026

Commentary

This is preliminary financial and will be subjected to change after bank reconciliations and balance sheet reconciliations. These will be completed in the later months after the completion of past audit years.

This statement represents the first eleven months of the fiscal 25/26. The expenses as a % of the annual budget should be at **92%** assuming that all expenses are incurred evenly over the 12 months.

Monthly statement of revenue and expense has been provided showing monthly revenue and expense for the past eleven months. The monthly expenses are not consistent as coding was not consistent in those months. Negative amounts showing in certain months are reclassified to correct YTD miscoding.

Rancho Murieta Community Services District			
Statement of Revenue and Expenses			
Budget vs. Actual			
For the Eleven Months Ending Sunday, May 31, 2026			
	Total	Annual Budget	% of Budget
Operation			
Total Operating Revenue	8,552,716	9,611,854	89%
Expenses			
Total Operating Expenses	6,436,896	6,897,910	93%
Total General and Administrative Expenses	2,888,013	2,679,197	108%
Total Expenses	9,324,909	9,577,107	97%
Operation Income (Loss)	(772,194)	34,747	(2222%)
Less: Property Taxes Revenue	965,917	970,000	100%
Operation Result after Property Taxes Revenue	193,724	1,004,747	19%
Other Non-Operation Activities			
Total Reserve Revenue	1,686,189	1,814,889	93%
Developer Income/Expenses	3,367,733	0	0%
Net Income (Loss)	5,138,103	2,819,636	182%

Detailed Analysis

Operation

Operating Revenue – was at 89% which is below target as compared to the benchmark of 92%.

Residential Fees are slower than budget as the budget was calculated based on the number of connections instead of invoices.

Investment earnings and interest income totaled \$176k as compared to an annual budget of 97k which is 182% of the total budget. The budget for investment earnings was prepared conservatively.

Operating Expenses – total Operating expenses was at 93% which is slightly above target.

Salaries and Wages – was at 84% which is below the target of 92%. The Director of Operations position remained vacant for several months, and multiple security team positions were also unfilled during this period. In February, salary adjustments were implemented for Security Supervisors to align compensation with updated job descriptions, and an additional security staff member was hired. Furthermore, following salary surveys conducted in April and May, retroactive payroll adjustments were applied to all unrepresented employees. These factors contributed to the increase in wage expenses observed during those months.

Benefits were at 48% of the annual budget, lower than expected considering the vacant positions. We will perform a deep dive to determine the exact variance.

Capacity Purchase/Utilities - Utility expenses were split between Ops and Admin. However, 99.8% of the budget was put into Capacity Purchase. If we combine Capacity Purchase with both Utility accounts, we are at 116% of annual budget. This is underbudgeted.

Tools & Supplies – at 134% of annual budget. This is comprised of monthly bulk purchases as well as several smaller purchases. This is underbudgeted.

Repairs & Maintenance – at 213% of annual budget.

- July - lift repairs for \$30k and annual service of gas feeders for \$11k.
 - Lift station repair is the Alameda rehab CIP project, which we will need to reclass. The gas feeders are for the chlorine system at the wastewater plant.
- August –asphalt patch repair for \$9k.
 - This is for service line repairs – general maintenance.
- October –motor replacement for \$17k for Granlees life station and lake maintenance fees for \$13k for our quarterly water testing.

- November – vacuum truck rental, due to heavy rains, for \$31k, asphalt / concrete replacement for \$12k, and annual equipment calibrations for \$11k.
 - Vacuum truck company rental for 6B lift station flooding event. Asphalt is service line repairs, annual calibrations for water plant chlorine system.
- December – aquatic weed harvesting for \$15k, vacuum truck rental, due to heavy rains for \$13k, and a basin analyzer for \$12k.
 - Aquatic harvesting is normal operations, vacuum truck was for 6B flooding and basin analyzer was replacement of analyzer and panel for wastewater plant EQ basin.
- January – generator rental for \$16k.
 - Wastewater plant generator broke and we needed a rental while repairs were performed.
- February – algae clean-up for \$23k.
 - Normal operations.
- March – lift and generator repairs for \$18k and vacuum truck rental, due to heavy rains for \$13k.
 - Lift and generator repairs is actually a combination of multiple repairs on a non emergency basis, vacuum truck was for the 6B flood event in November.
- May – Cal Fire Crew for November emergency work for \$19k.

Training & Seminars – 629% of annual budget - \$16k expense vs. \$2.5k budget. Noted training for security, utility staff, and forklift operators properly booked in this account. This is underbudgeted.

Contractual Services – 100% of annual budget. Of the \$1.8M expensed, \$1.4M (78.0%) was for California Waste Recovery Systems – monthly service charges, \$257k for Domenichelli for multiple designs, 20k for Lumos & Associates for rate study, \$20k for Wagner & Bonsignore Consulting Civil Engineers.

Travel and Mileage – 196% of annual budget. Not enough was budgeted for this category.

Telecommunications – at 277% of annual budget. It seems to be under budgeted. 100% of this is AT&T wireless and landline, the latter seeing a cost increase in May.

General and Administrative Expenses – total expenses were at 108% which is over the target of 92%.

Salaries and Wages – was at 78% which is below the target of 92%. The General Manager, Director of Finance, Accounts Payable, and HR Accounting Technician positions were not fully staffed throughout all 11 months included in this line item, resulting in lower personnel costs during portions of the period. District filled these positions temporarily and was recorded in consulting expenses.

In February, salary expenses increased due to a retroactive payment of approximately \$46,000 made to the Interim General Manager, which contributed to the variance in salaries and wages for that month.

Furthermore, following salary surveys conducted in April and May, retroactive payroll adjustments were applied to all unrepresented employees. These factors contributed to the increase in wage expenses observed during those months.

Benefits, Taxes & Pension was at 49%, significantly below target. Benefits were overbudgeted.

OPEB - Other Post Employment Benefits was at 164%. OPEB for retirees was budgeted for \$249K annually but the actual payment based on CalPERs actuarial calculation was \$464K. OPEB was under budgeted.

Community Communications – was at 425% of annual budget. This consists primarily of charges for monthly utility invoices and Pipeline. A portion of these charges is for postage and should be classified as such. In the last three months \$6.8k has been incurred for Prop 218 Notices & Water Moratorium meetings.

Repairs & Maintenance – was at 393% of annual budget, consisting primarily of monthly cleaning (and one-time deep cleaning) charges from Cleaning Services for \$25k YTD, monthly landscaping for \$6.5k YTD, e-waste recovery for \$4.8k YTD, and demolition of Safety Center for \$22k during the last two months.

Utilities – see above, Capacity Purchase and Utilities under Operating Expenses.

Legal Fees – was 276% of annual budget, consisting of fees for legal matters involving FSA and Developer Activity. After further analysis, we will reclass FSA and the Developer Activity section to the nonoperating section.

Consulting Fees – was at 561% of annual budget. This line item consists of consulting and temporary staffing costs, including interim placements for the Director of Finance, Accounts Payable, and District Secretary positions, which were originally budgeted under salaries and wages. It also includes approximately \$16,000 in Great Plains accounting system consulting expenses to support system enhancements and implementation activities, including interfund processing, allocation module configuration, fixed asset management, bank reconciliations, and financial statement preparation.

HR recruitment fees – was at 3147% of annual budget. This includes HR to Go for \$3.4k monthly and \$18k incurred in April & May for General Manager executive search. Neither of these was budgeted.

Travel and Mileage – was at 451% of annual budget. March included a retro payment of \$14k for travel expenses from Jan 2025 through February 2026 for interim General Manager.

Total Expenses – was at 97%, over the target of 92%. The variances as of May 2026 is \$545K

Operating Result before Property tax revenue is a loss of \$772k.

Operating Result after Property tax revenue is \$193K.

Other Non Operating Revenue (Expenses)

- **Contribution – Donated Infrastructure** - Per Resolution 2025-12, we accepted Riverview Phase 2 Infrastructure of \$3.4 million.
- **Consulting – Water Studies** – from October through May, we paid \$100k to Water Systems Consulting, Inc. for groundwater well studies.

Rancho Murieta Community Services District
Statement of Revenue and Expenses
Budget vs. Actual
For the Eleven Months Ending Sunday, May 31, 2026

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD Budget	Over(Under)	Annual Budget	% of Budget
Operation										
Operating Revenue										
Residential Fees	\$2,733,075	\$1,820,016	\$192,606	\$1,546,291	\$1,236,276	\$7,528,264	\$7,868,604	(\$340,340)	\$8,583,932	88%
Commercial Fees	270,241	194,993	28,024	0	236,600	729,858	746,106	(16,248)	813,934	90%
Late Fees & Penalties	43,161	27,184	2,627	18,116	9,353	100,441	47,656	52,786	51,988	193%
Other Sales	9,639	0	0	0	0	9,639	22,917	(13,278)	25,000	39%
Investment Earnings	48,086	17,329	0	0	11,371	76,786	88,917	(\$12,130)	\$97,000	79%
Interest Income	54,520	22,143	6,939	3,965	11,895	99,462	0	\$99,462	\$0	0%
Water- Admin Charges -	0	0	0	0	0	0	0	0	0	0%
Other Fees	0	0	0	0	8,265	8,265	36,667	(28,402)	40,000	21%
Total Operating Revenue	3,158,722	2,081,665	230,196	1,568,372	1,513,760	8,552,716	8,810,867	(258,150)	9,611,854	89%
Expenses										
Operating Expenses										
Salaries and Wages	922,793	297,864	19,091	0	724,717	1,964,465	2,135,342	(\$170,877)	\$2,329,464	84%
Benefits, Taxes & Pension	236,767	60,432	4,142	0	255,606	556,947	1,072,893	(\$515,947)	\$1,170,429	48%
Workers Compensation	52,650	48,219	2,729	0	0	103,597	103,506	91	112,916	92%
Capacity Purchase	0	0	0	0	0	0	345,423	(\$345,423)	\$376,825	0%
Chemical	161,395	102,161	11,719	0	0	275,275	256,667	18,608	280,000	98%
Regulatory - Inspections	77,640	0	0	0	0	77,640	0	77,640	0	0%
Regulatory - Lab Testing	18,803	16,920	0	0	0	35,723	51,333	(15,611)	56,000	64%
Tools & Supplies	175,686	96,918	15,557	0	2,108	290,269	198,000	\$92,269	\$216,000	134%
Repairs & Maintenance	236,026	249,345	59,143	0	25,286	569,800	245,080	\$324,720	\$267,360	213%
Uniform and Clothings	12,514	9,288	0	0	2,326	24,128	20,167	3,961	22,000	110%
Training and Seminars	5,626	6,686	121	0	3,294	15,728	2,292	\$13,436	\$2,500	629%
Small Equipment	33,988	5,718	2,386	0	1,187	43,280	0	43,280	0	0%
License & Permits	91,586	25,930	0	0	66	117,582	139,333	(21,751)	152,000	77%
Contractual Services	329,767	51,141	0	1,409,461	1,044	1,791,414	1,644,790	\$146,624	\$1,794,316	100%
Rental/Lease expenses	17,527	550	0	0	0	18,077	10,083	7,993	11,000	164%
Travel and Mileage	22,535	20,615	227	0	9,603	52,979	24,750	\$28,229	\$27,000	196%
Software License/Support	7,075	1,929	0	0	18,256	27,260	27,500	(240)	30,000	91%
HR & Recruitment	2,356	1,801	0	0	3,159	7,316	1,238	6,079	1,350	542%
Memberships & Subscriptions	1,479	1,607	0	0	0	3,086	6,646	(3,560)	7,250	43%
Miscellaneous	0	0	0	0	0	0	0	0	0	0%
Utilities	231,052	139,447	153	0	5,400	376,052	0	\$376,052	\$0	0%
Telecommunications	41,440	39,252	0	0	5,028	85,720	28,417	\$57,303	\$31,000	277%
Office Supplies	829	1,080	0	0	1,801	3,710	9,625	(5,915)	10,500	35%
Bad Debts	0	0	0	0	0	0	0	0	0	0%
Fines and Penalties	0	0	0	0	0	0	0	0	0	0%
Miscellaneous Expenses	0	0	0	0	0	0	0	0	0	0%
Depreciation - Water	0	0	0	0	0	0	0	0	0	0%
Gain/Loss on Asset Disposition	0	(3,150)	0	0	0	(3,150)	0	(3,150)	0	0%
Interest Expense	0	0	0	0	0	0	0	0	0	0%
Total Operating Expenses	2,679,534	1,173,753	115,268	1,409,461	1,058,881	6,436,896	6,323,085	113,812	6,897,910	93%

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD		Annual Budget	% of Budget
							Budget	Over(Under)		
General and Administrative Expenses										
Salaries & Wages	431,988	172,795	54,980	31,417	94,252	785,433	928,391	(142,958)	1,012,790	78%
Benefits, Taxes & Pension	110,422	44,169	14,054	8,031	24,092	200,768	375,923	(\$175,156)	\$410,098	49%
OPEB	224,853	89,941	28,618	16,353	49,059	408,823	228,967	\$179,856	\$249,782	164%
Worker's Comp Insurance	33,152	13,251	4,216	2,409	7,228	60,258	60,205	53	65,678	92%
Insurance	239,996	95,999	30,545	17,454	52,363	436,357	436,006	352	475,642	92%
Community Communications	21,021	8,408	2,675	1,529	4,586	38,220	8,250	\$29,970	\$9,000	425%
Repairs and Maintenance	40,606	16,243	5,168	2,953	8,860	73,830	17,234	\$56,595	\$18,801	393%
Rental/Lease expenses	0	0	0	0	0	0	0	0	0	0%
Telecommunications	8,984	3,593	1,143	653	1,960	16,334	18,040	(1,706)	19,680	83%
Software License/Support	93,969	37,587	11,960	6,834	20,632	170,982	166,835	4,148	182,001	94%
Utilities	34,714	13,886	4,418	2,525	7,574	63,117	751	\$62,366	\$820	7701%
Membership and Subscriptions	13,974	5,590	1,779	1,016	3,049	25,407	9,626	15,782	10,501	242%
Training and Seminars	661	264	84	48	144	1,201	2,291	(1,090)	2,499	48%
Legal Fees	136,751	54,700	17,405	9,946	29,837	248,638	82,500	\$166,138	\$90,000	276%
Consulting Fees	120,981	48,392	15,398	8,799	26,396	219,966	35,935	\$184,031	\$39,201	561%
HR and Recruitment Fees	25,973	10,389	3,306	1,889	5,667	47,223	1,376	\$45,847	\$1,501	3147%
Accounting and Audit Fees	495	198	63	36	108	900	0	900	0	0%
Travel and Mileage	12,408	4,963	1,579	902	2,707	22,560	4,585	\$17,975	\$5,001	451%
Office supplies	18,365	7,300	2,323	1,327	3,982	33,298	27,500	5,798	30,000	111%
Postage	10,442	4,169	1,327	758	2,274	18,970	34,835	(15,865)	38,001	50%
Bank Analysis Fees	4,636	1,855	590	337	1,012	8,430	7,791	638	8,499	99%
Board and Committee Meetings	2,117	847	269	154	462	3,849	1,559	2,290	1,701	226%
Fines and Penalties	1,086	435	138	79	237	1,975	0	1,975	0	0%
Employee events	801	320	102	58	175	1,456	0	1,456	0	0%
Small Equipments	0	0	0	0	0	0	0	0	0	0%
Miscellaneous	11	4	1	1	2	20	7,335	(7,315)	8,001	0%
Rental/Lease expenses	0	0	0	0	0	0	0	0	0	0%
Depreciation	0	0	0	0	0	0	0	0	0	0%
Gain/Loss on Assets Disposal	0	0	0	0	0	0	0	0	0	0%
Total General and Administrative Expenses	1,588,406	635,298	202,141	115,508	346,658	2,888,013	2,455,935	432,082	2,679,197	108%
Total Expenses	4,267,940	1,809,051	317,409	1,524,969	1,405,539	9,324,909	8,779,020	545,893	9,577,107	97%
Operation Income (Loss)	(1,109,218)	272,614	(87,213)	43,403	108,221	(772,194)	31,847	(804,043)	34,747	(2222%)
Less: Property Taxes Revenue	482,959	473,299	9,659	0	0	965,917	889,167	76,750	970,000	100%
Operation Result after Property Taxes Revenue	(626,259)	745,913	(77,554)	43,403	108,221	193,724	921,014	(727,293)	1,004,747	19%

Other Non-Operation Activities

Reserve Contribution

Water Capital Impr Fees	30,453	40,991	0	0	1,123	72,567	72,267	299	78,837	92%
Water Augmentation Fees	101,039	0	0	0	0	101,039	103,675	(2,636)	113,100	89%
Water Cap Replacement Reserve	518,652	507,599	0	0	0	1,026,251	1,102,420	(76,168)	1,202,640	85%
Debt Service Fees	159,457	0	0	0	0	159,457	0	159,457	0	0%

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD		Annual Budget	% of Budget
							Budget	Over(Under)		
Security Impact Fees	0	0	0	0	8,400	8,400	16,500	(8,100)	18,000	47%
Interest and Investment Earnings (Restr.)	175,599	133,971	0	0	8,904	318,475	368,786	(50,311)	402,312	79%
Total Reserve Revenue	985,200	682,561	0	0	18,427	1,686,189	1,663,648	22,541	1,814,889	93%
Developer Activities										
Developer Revenue	0	0	0	0	0	0	0	0	0	0%
Inspection Revenue	8,593	2,249	0	0	0	10,842	0	10,842	0	0%
Contribution - Donated Infrastructure	1,340,110	905,061	1,160,791	0	0	3,405,961	0	\$3,405,961	0	0%
Salary and Admin Expense	0	0	0	0	0	0	0	0	0	0%
Consulting Expenses: Developer	29,527	0	0	0	0	29,527	0	29,527	0	0%
Consulting Expenses: FSA	19,544	0	0	0	0	19,544	0	19,544	0	0%
Developer Income/Expenses	1,299,632	907,310	1,160,791	0	0	3,367,733	0	3,367,733	0	0%
Other										
Other Income	5,197	2,079	661	378	1,134	9,450	0	9,450	0	0%
Grant Revenue	0	0	0	0	0	0	0	0	0	0%
CIA Ditch Service Charges	0	0	0	0	0	0	0	0	0	0%
Consulting: Water Studies	100,299	0	0	0	0	100,299	0	\$100,299	0	0%
CIA Ditch Maintenance & Operations	18,692	0	0	0	0	18,692	0	18,692	0	0%
Salary and Admin Expenses	0	0	0	0	0	0	0	0	0	0%
Investment FMV adjustment	0	0	0	0	0	0	0	0	0	0%
Total Other Income Grant Income	(113,794)	2,079	661	378	1,134	(109,541)	0	(109,541)	0	0%
Net Income (Loss)	1,544,779	2,337,863	1,083,898	43,781	127,782	5,138,103	2,584,662	2,553,439	2,819,636	182%

RANCHO MURIETA CSD - NEW
Statement of Revenue and Expenses - Monthly
For the One Month Ending Sunday, May 31, 2026

	July	August	September	October	November	December	January	February	March	April	May	Total
Operation												
Operating Revenue												
Residential Fees	\$709,493	\$763,969	\$738,365	\$693,043	\$662,623	\$670,022	\$643,752	\$622,941	\$675,799	\$665,435	\$682,822	\$7,528,264
Commercial Fees	82,569	90,329	76,670	58,311	64,842	59,855	55,308	54,167	64,580	59,063	64,164	729,858
Late Fees & Penalties	11,025	10,232	9,899	11,930	11,651	9,818	8,872	7,808	6,068	7,196	5,943	100,441
Other Sales	743	743	743	743	743	818	743	2,030	743	743	843	9,639
Investment Earnings	37,253	37,239	35,732	33,613	33,998	36,565	(162,221)	5,769	6,331	6,139	6,369	76,786
Interest Income	12,901	11,981	9,966	9,971	9,913	8,768	7,316	6,808	8,231	6,795	6,814	99,462
Other Fees	800	860	270	0	850	920	1,065	730	840	1,140	790	8,265
Total Operating Revenue	854,784	915,353	871,645	807,611	784,620	786,766	554,835	700,253	762,592	746,511	767,745	8,552,716
Expenses												
Operating Expenses												
Salaries and Wages	154,301	150,607	168,282	147,879	173,585	121,443	175,845	218,112	164,238	222,474	267,700	1,964,465
Benefits, Taxes & Pension	55,416	30,996	48,564	46,596	51,481	46,461	37,841	53,117	52,660	56,580	77,236	556,947
Workers Compensation	9,418	9,418	9,418	9,418	9,418	9,418	9,418	9,418	9,418	9,418	9,418	103,597
Capacity Purchase	9,947	33,750	514	9,336	(53,547)	0	0	0	0	0	0	0
Chemical	23,104	0	11,306	32,361	127,938	23,479	12,393	3,749	18,379	13,504	9,062	275,275
Regulatory - Inspections	0	0	0	0	0	0	0	0	77,640	0	0	77,640
Regulatory - Lab Testing	2,335	2,574	4,462	7,850	4,758	0	0	0	6,898	4,279	2,567	35,723
Tools & Supplies	21,670	12,460	16,047	19,605	47,241	20,362	12,733	(718)	77,362	26,618	36,889	290,269
Repairs & Maintenance	62,892	19,157	33,043	78,968	71,212	60,472	45,072	23,402	90,624	26,550	58,408	569,800
Uniform and Clothings	553	944	903	1,817	1,338	256	3,679	1,279	8,289	2,392	2,679	24,128
Training and Seminars	2,496	421	0	2,179	(173)	3,397	1,571	2,512	1,938	1,057	332	15,728
Small Equipment	0	236	6,257	2,117	4,432	1,471	209	1,187	6,995	8,304	12,072	43,280
License & Permits	345	13,273	21,149	0	(173)	0	48,206	6,891	20,927	3,071	3,893	117,582
Contractual Services	156,542	142,906	158,440	230,230	(46,696)	284,792	153,323	157,915	148,973	273,001	131,989	1,791,414
Rental/Lease expenses	0	0	0	2,544	4,370	(107)	550	0	0	4,312	6,408	18,077
Travel and Mileage	3,538	2,591	3,280	15,774	2,069	3,462	3,147	3,911	4,480	5,687	5,039	52,979
Software License/Support	8,406	11,121	1,260	20,557	(30,969)	(16,393)	15,876	5,940	6,943	3,224	1,295	27,260
HR & Recruitment	32	42	2,338	573	122	154	433	1,511	10	1,681	420	7,316
Memberships & Subscriptions	0	270	2,379	(385)	220	0	0	0	374	228	0	3,086
Utilities	21,158	1,471	4,760	25,533	76,263	57,385	25,723	31,144	550	42,686	89,380	376,052
Telecommunications	7,337	7,335	0	7,370	7,345	14,697	7,398	5,209	7,504	7,459	14,065	85,720
Office Supplies	268	219	290	181	(474)	266	319	481	631	1,202	327	3,710
Gain/Loss on Asset Disposition	0	0	0	0	0	0	0	0	0	0	(3,150)	(3,150)
Total Operating Expenses	539,758	439,791	492,692	660,503	449,760	631,015	553,736	525,060	704,833	713,727	726,029	6,436,896
General and Administrative Expenses												
Salaries & Wages	58,342	48,643	71,544	65,541	46,918	103,789	53,389	106,628	57,182	69,291	104,167	785,433

	July	August	September	October	November	December	January	February	March	April	May	Total
Benefits, Taxes & Pension	9,360	11,235	22,445	17,276	16,087	29,621	14,258	22,021	16,735	16,747	24,982	200,768
OPEB	37,166	37,166	37,166	37,166	37,166	37,166	37,166	37,166	37,166	37,166	37,166	408,823
Worker's Comp Insurance	5,478	5,478	5,478	5,478	5,478	5,478	5,478	5,478	5,478	5,478	5,478	60,258
Insurance	39,671	39,671	39,671	39,671	39,645	39,671	39,671	39,671	39,671	39,671	39,671	436,357
Community Communications	0	0	0	0	9,617	6,619	0	1,596	9,291	9,492	1,603	38,220
Repairs and Maintenance	0	0	0	2,000	17,803	9,445	2,199	900	3,829	4,192	33,461	73,830
Telecommunications	815	1,179	0	582	(408)	1,969	1,072	(1,960)	11,009	1,848	228	16,334
Software License/Support	4,597	4,342	3,044	2,445	42,200	43,514	583	9,819	17,442	24,589	18,408	170,982
Utilities	2,837	3,496	0	3,142	4,792	5,770	2,736	27	4,971	23,472	11,873	63,117
Membership and Subscriptions	224	0	794	0	13,781	0	0	0	10,069	539	0	25,407
Training and Seminars	0	0	0	0	655	47	0	0	500	0	0	1,201
Legal Fees	0	0	0	23,363	102,950	56,331	(1,030)	10,780	0	30,028	26,215	248,638
Consulting Fees	0	3,738	52,500	0	33,543	4,171	22,977	13,951	34,213	33,577	21,295	219,966
HR and Recruitment Fees	638	58	454	3,359	3,350	3,350	3,350	3,358	4,606	12,350	12,350	47,223
Accounting and Audit Fees	0	0	0	0	0	0	0	0	0	0	900	900
Travel and Mileage	0	759	2,308	1,222	694	0	0	500	14,769	923	1,385	22,560
Office supplies	916	2,105	2,065	18,946	880	565	591	651	2,526	2,759	1,295	33,298
Postage	156	0	16	176	14,090	1,563	0	577	1,217	1,165	10	18,970
Bank Analysis Fees	576	622	534	598	608	840	617	634	586	606	2,210	8,430
Board and Committee Meetings	0	265	0	0	0	278	778	2,245	140	60	82	3,849
Fines and Penalties	0	0	0	0	0	102	0	0	1,128	735	10	1,975
Employee events	0	0	0	0	0	665	0	0	0	295	497	1,456
Miscellaneous	0	0	5	15	0	0	0	0	0	0	0	20
Total General and Administrative Expenses	160,776	158,757	238,024	220,980	389,849	350,954	183,835	254,042	272,528	314,983	343,286	2,888,013
Total Expenses	700,534	598,548	730,716	881,483	839,609	981,969	737,571	779,102	977,361	1,028,710	1,069,315	9,324,909
Operation Income (Loss)	154,250	316,805	140,929	(73,872)	(54,989)	(195,203)	(182,736)	(78,849)	(214,769)	(282,199)	(301,570)	(772,194)
Less: Property Taxes Revenue	0	0	0	0	0	0	0	489,219	60,412	0	416,286	965,917
Operation Result after Property Taxes Revenue	154,250	316,805	140,929	(73,872)	(54,989)	(195,203)	(182,736)	410,370	(154,357)	(282,199)	114,716	193,724

Other Non-Operation Activities

Reserve Contribution

Water Capital Impr Fees	0	0	0	35,242	5,340	0	0	0	31,986	0	0	72,567
Water Augmentation Fees	0	0	0	49,766	7,540	0	0	0	43,733	0	0	101,039
Water Cap Replacement Reserve	87,247	93,240	91,968	99,715	78,345	79,556	99,044	98,326	99,499	99,910	99,402	1,026,251
Debt Service Fees	15,768	15,765	15,439	15,765	15,674	15,729	15,607	15,460	15,689	15,769	2,793	159,457
Security Impact Fees	0	0	0	0	0	0	0	0	0	8,400	0	8,400
Interest and Investment Earnings (Restr.)	0	0	0	0	21,056	0	195,357	23,926	26,257	25,463	26,416	318,475
Total Reserve Revenue	103,015	109,005	107,407	200,488	127,955	95,285	310,008	137,712	217,164	149,542	128,611	1,686,189

	July	August	September	October	November	December	January	February	March	April	May	Total
Developer Activities												
Inspection Revenue	0	0	0	5,804	829	0	0	0	3,959	250	0	10,842
Contribution - Donated Infrastructure	0	0	0	0	3,405,961	0	0	0	0	0	0	3,405,961
Consulting Expenses: Developer	0	0	0	0	0	0	0	0	2,520	27,007	0	29,527
Consulting Expenses: FSA	0	0	0	0	0	0	0	0	2,093	4,110	13,341	19,544
Developer Income/(Expenses)	0	0	0	5,804	3,406,790	0	0	0	(654)	(30,867)	(13,341)	3,367,733
Other												
Other Income	717	717	1,296	717	545	717	717	717	1,851	717	735	9,450
Consulting:Water Studies	0	0	0	4,520	10,274	0	12,410	0	21,866	47,209	4,020	100,299
CIA Ditch Maintenance & Operations	0	10,267	0	0	0	178	396	0	0	1,553	6,298	18,692
Total Other Income	717	(9,550)	1,296	(3,803)	(9,729)	539	(12,089)	717	(20,015)	(48,045)	(9,583)	(109,541)
Net Income (Loss)	257,982	416,260	249,632	128,617	3,470,027	(99,379)	115,183	548,799	42,138	(211,569)	220,403	5,138,103

Cash & Investment Balances

Period: Jan 2026 – May 2026

**Rancho Murieta CSD
Cash and Investments**

2026

	1/31/2026	2/28/2026	3/31/2026	4/30/2026	5/31/2026
	Balance	Balance	Balance	Balance	Balance
Banner - Money Market	\$ 2,134,765	\$ 2,479,942	\$ 2,432,417	\$ 2,102,076	\$ 2,267,085
CAMP	\$ 758,417	\$ 760,644	\$ 763,096	\$ 765,096	\$ 767,911
CA Class	\$ 9,574,909	\$ 9,602,397	\$ 9,632,533	\$ 9,661,762	\$ 9,692,105
Total	\$ 12,468,091	\$ 12,842,983	\$ 12,828,046	\$ 12,528,934	\$ 12,727,102

						Transfer	Adjusted Bal.
Unrestricted	\$ 2,134,765	\$ 2,479,942	\$ 2,432,417	\$ 2,102,076	\$ 2,267,085	2,732,915	5,000,000
Restricted	\$ 10,333,326	\$ 10,363,041	\$ 10,395,629	\$ 10,426,858	\$ 10,460,016	(2,732,915)	7,727,102
	\$ 12,468,091	\$ 12,842,983	\$ 12,828,046	\$ 12,528,934	\$ 12,727,102		12,727,102

Average Yield

Banner - Money Market	3.820%	3.820%	3.820%	3.820%	3.820%
CAMP	3.912%	3.513%	3.855%	3.137%	4.399%
CA Class	3.843%	3.435%	3.754%	3.630%	3.757%

2025

	1/31/2025	2/28/2025	3/31/2025	4/30/2025	5/31/2025
	Balance	Balance	Balance	Balance	Balance
Banner - Money Market	5,314,166	5,221,702	5,221,702	5,026,342	4,665,077
CAMP	726,574	729,089	731,856	734,533	737,292
CA Class	9,179,431	9,210,513	9,244,894	9,278,278	9,312,577
Total	15,220,171	15,161,304	15,198,452	15,039,153	14,714,946

Unrestricted	5,314,166	5,221,702	5,221,702	5,026,342	4,665,077
Restricted	9,906,006	9,939,602	9,976,751	10,012,811	10,049,869
	15,220,171	15,161,304	15,198,452	15,039,153	14,714,946

Average Yield

Banner - Money Market	4.600%	4.590%	4.590%	4.590%
CAMP	4.139%	4.537%	4.372%	4.491%
CA Class	4.050%	4.463%	4.318%	4.420%

Summary of the Cash and Investment – May 2026

The District's total cash and investment balance at the end of May 2026 was approximately **\$12 million**, compared to **\$14.7 million** at the end of May 2025.

The **Banner account** serves as the District's operating account and is considered **unrestricted**. The **CAMP** and **CA Class** investment accounts are considered **restricted**. As of May 2026, unrestricted funds totaled approximately **\$2.3 million**, while restricted funds were approximately **\$10.4 million**.

The decrease in total balances from May 2025 to May 2026 is primarily attributable to spending on **Capital Improvement projects (CIP)** during this fiscal year. Since CIP expenditures have been paid directly from the Banner operating account, corresponding transfers from the CAMP and CA Class investment accounts have not yet been made to reimburse those capital expenditures.

Under the District's **Operating Fund and Reserve Fund Policy**, the target reserve level should have sufficient cash to fund approximately **six months of District operating expenditures**. Based on the May 2026 financial statements, the six-month operating reserve requirement is estimated to be approximately **\$5 million**.

To maintain the Banner account balance at the target reserve level of approximately \$5 million, it may be appropriate to transfer approximately **\$2.7 million** from the restricted investment accounts to the unrestricted Banner account. This transfer would reduce restricted balances to approximately **\$7.7 million**. The final transfer amount will not be known until the annual audits are completed and year-end balances are finalized.

Even after such a transfer, restricted balances of approximately **\$7.7 million** would be low relative to the District's **net fixed assets of approximately \$24 million** (amount based on FY 22 audit), particularly given the ongoing cost of maintaining and replacing capital infrastructure.

Additionally, **interest rates have declined compared to 2025**, which may impact future investment earnings.

Review of Budget Vs. Actual - UNAUDITED

The FY 2023 audit is currently in progress; therefore, the financial information presented herein is preliminary and subject to change.

This information is presented solely for the purpose of obtaining approval of the budget amendment related to property tax allocation.

FY 2023

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2023**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD Budget	Over(Under)	Annual Budget	% of Budget
Operation										
Operating Revenue										
Residential Fees	\$2,409,303	\$1,444,227	\$185,612	\$990,434	\$1,232,790	\$6,262,366	\$6,470,918	(\$208,552)	\$6,470,918	96.78%
Commercial Fees	383,194	195,480	35,511	0	266,163	880,347	765,677	114,670	765,677	114.98%
Late Fees & Penalties	60,501	2,287	236	1,259	953	65,236	75,100	(9,864)	75,100	86.87%
Other Sales	16,335	0	0	0	0	16,335	6,600	9,735	6,600	247.50%
Investment Earnings	0	0	0	0	0	0	0	0	0	0.00%
Interest Income	115,443	72,145	6,660	8,880	31,081	234,209	49,150	185,059	49,150	476.52%
Water- Admin Charges -	0	0	0	0	0	0	0	0	0	0.00%
Other Fees	0	0	0	0	7,350	7,350	9,900	(2,550)	9,900	74.24%
Total Operating Revenue	2,984,776	1,714,139	228,019	1,000,573	1,538,337	7,465,843	7,377,345	88,498	7,377,345	101.20%
Expenses										
Operating Expenses										
Salaries and Wages	608,363	597,508	49,738	1,620	748,305	2,005,534	1,884,399	121,135	1,884,399	106.43%
Benefits, Taxes & Pension	398,396	(580)	(123,958)	(52,478)	78,186	299,566	1,318,027	(1,018,461)	1,318,027	22.73%
Workers Compensation	40,474	27,957	6,521	0	43,248	118,200	0	118,200	0	0.00%
Capacity Purchase	0	0	0	0	0	0	125,749	(125,749)	125,749	0.00%
Chemical	119,847	62,911	0	0	0	182,758	67,000	115,758	67,000	272.77%
Regulatory - Inspections	86,183	0	0	0	0	86,183	0	86,183	0	0.00%
Regulatory - Lab Testing	23,907	15,027	0	0	0	38,934	15,000	23,934	15,000	259.56%
Tools & Supplies	21,258	13,692	0	0	1,846	36,797	254,510	(217,713)	254,510	14.46%
Repairs & Maintenance	338,830	199,354	58,323	0	12,425	608,932	575,887	33,045	575,887	105.74%
Uniform and Clothings	5,241	3,342	0	0	5,303	13,886	5,200	8,686	5,200	267.05%
Training and Seminars	2,159	0	0	0	245	2,404	22,200	(19,796)	22,200	10.83%
Small Equipment	6,214	11,978	0	0	0	18,192	14,518	3,674	14,518	125.30%
License & Permits	54,784	28,310	0	0	2,520	85,614	76,492	9,122	76,492	111.93%
Contractual Services	165,756	38,116	32,104	1,025,045	53,528	1,314,547	1,282,022	32,525	1,282,022	102.54%
Rental/Lease expenses	11,361	6,764	0	0	0	18,125	6,700	11,425	6,700	270.52%
Travel and Mileage	14,074	24,735	0	0	14,721	53,531	56,100	(2,569)	56,100	95.42%
Software License/Support	4,150	15,697	0	0	15,880	35,727	70,640	(34,913)	70,640	50.58%
HR & Recruitment	576	0	0	0	1,417	1,993	2,336	(344)	2,336	85.30%
Memberships & Subscriptions	3,998	427	0	0	0	4,425	1,225	3,200	1,225	361.23%
Miscellaneous	0	0	0	0	0	0	0	0	0	0.00%
Utilities	281,448	93,730	0	0	10,747	385,926	194,450	191,476	194,450	198.47%
Telecommunications	21,747	20,987	0	0	20,667	63,402	46,310	17,092	46,310	136.91%
Office Supplies	3,656	2,774	0	0	(3,101)	3,328	3,740	(412)	3,740	88.99%
Bad Debts	0	0	0	0	0	0	0	0	0	0.00%
Fines and Penalties	1,230	0	0	0	0	1,230	0	1,230	0	0.00%
Miscellaneous Expenses	(12,796)	1,367	226	10,914	1,396	1,107	62,133	(61,026)	62,133	1.78%
Depreciation - Water	854,688	620,672	15,280	0	62,446	1,553,086	0	1,553,086	0	0.00%
Gain/Loss on Asset Disposition	0	0	0	0	0	0	0	0	0	0.00%
Interest Expense	10,729	110	0	0	0	10,839	0	10,839	0	0.00%
Total Operating Expenses	3,066,273	1,784,878	38,234	985,101	1,069,779	6,944,264	6,084,638	859,626	6,084,638	114.13%

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2023**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD Budget	Over(Under)	Annual Budget	% of Budget
General and Administrative Expenses										
Salaries & Wages	367,193	190,658	21,184	28,246	98,860	706,140	878,608	(172,469)	878,608	80.37%
Benefits, Taxes & Pension	212,941	110,566	12,285	16,380	57,330	409,502	534,365	(124,863)	534,365	76.63%
OPEB	(3,902)	(2,026)	(225)	(300)	(1,049)	(7,502)	56,759	(64,261)	56,759	(13.22%)
Worker's Comp Insurance	27,325	14,188	1,576	2,102	7,357	52,549	0	52,549	0	0.00%
Insurance	77,562	40,272	4,475	5,966	20,882	149,157	0	149,157	0	0.00%
Community Communications	15,207	7,896	877	1,170	4,094	29,244	0	29,244	0	0.00%
Repairs and Maintenance	37,447	19,444	2,160	2,881	10,082	72,014	12,550	59,464	12,550	573.82%
Rental/Lease expenses	0	0	0	0	0	0	0	0	0	0.00%
Telecommunications	11,341	5,889	654	872	3,053	21,809	5,000	16,809	5,000	436.19%
Software License/Support	107,359	55,420	6,383	8,247	28,766	206,175	204,163	2,012	204,163	100.99%
Utilities	13,199	6,853	761	1,015	3,553	25,382	0	25,382	0	0.00%
Membership and Subscriptions	6,611	3,433	381	509	1,780	12,714	15,000	(2,286)	15,000	84.76%
Training and Seminars	0	0	0	0	0	0	10,000	(10,000)	10,000	0.00%
Legal Fees	91,696	47,612	5,290	7,054	24,687	176,339	60,000	116,339	60,000	293.90%
Consulting Fees	366,328	190,209	21,134	28,179	98,627	704,476	139,000	565,476	139,000	506.82%
HR and Recruitment Fees	23,544	12,225	1,358	1,811	6,339	45,277	3,500	41,777	3,500	1293.63%
Accounting and Audit Fees	135,772	69,841	8,216	10,421	36,273	260,522	24,500	236,022	24,500	1063.36%
Travel and Mileage	(222)	(115)	(13)	(17)	(60)	(428)	0	(428)	0	0.00%
Office supplies	23,878	12,398	1,378	1,837	6,429	45,920	35,000	10,920	35,000	131.20%
Postage	17,536	9,105	1,012	1,349	4,721	33,723	29,750	3,973	29,750	113.35%
Bank Analysis Fees	2,091	1,086	121	161	563	4,020	0	4,020	0	0.00%
Board and Committee Meetings	4,386	2,277	253	337	37,734	44,988	18,000	26,988	18,000	249.93%
Fines and Penalties	0	0	0	0	0	0	0	0	0	0.00%
Employee events	0	0	0	0	0	0	0	0	0	0.00%
Small Equipments	0	0	0	0	0	0	0	0	0	0.00%
Miscellaneous	112,088	58,199	6,467	8,622	30,178	215,554	8,350	207,204	8,350	2581.48%
Rental/Lease expenses	0	0	0	0	0	0	0	0	0	0.00%
Depreciation	6,514	3,141	349	0	1,335	11,339	0	11,339	0	0.00%
Gain/Loss on Assets Disposal	0	0	0	0	0	0	0	0	0	0.00%
Total General and Administrative Expenses	1,655,894	858,571	96,076	126,842	481,534	3,218,913	2,034,545	1,184,368	2,034,545	158.21%
Total Expenses	4,722,167	2,643,449	134,310	1,111,943	1,551,313	10,163,178	8,119,183	2,043,995	8,119,183	125.17%
Operation Income (Loss)	(1,737,391)	(929,310)	93,709	(111,370)	(12,976)	(2,697,335)	(741,838)	(1,955,497)	(741,838)	363.60%
Less: Property Taxes Revenue	0	177,875	100,032	123,643	461,917	863,468	775,000	88,468	775,000	111.42%
Operation Result after Property Taxes Revenue	(1,737,391)	(751,435)	193,741	12,273	448,941	(1,833,867)	33,162	(1,867,029)	33,162	(5530.03%)

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2023**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD Budget	Over(Under)	Annual Budget	% of Budget
Other Non-Operation Activities										
Reserve Contribution										
Water Capital Impr Fees	19,112	42,008	0	0	587	61,708	0	61,708	0	0.00%
Water Augmentation Fees	11,267	0	0	0	0	11,267	0	11,267	0	0.00%
Water Cap Replacement Reserve	456,756	458,127	0	0	0	914,883	965,249	(50,366)	965,249	94.78%
Debt Service Fees	188,240	0	0	0	0	188,240	187,905	335	187,905	100.18%
Security Impact Fees	0	0	0	0	3,600	3,600	0	3,600	0	0.00%
Interest and Investment Earnings (Restr.)	0	0	0	0	0	0	0	0	0	0.00%
Total Reserve Revenue	675,375	500,135	0	0	4,187	1,179,698	1,153,154	26,544	1,153,154	102.30%
Developer Activities										
Developer Revenue	63,022	0	0	0	0	63,022	2,250	60,772	2,250	2800.97%
Inspection Revenue	17,286	1,771	0	0	0	19,057	33,320	(14,263)	33,320	57.19%
Contribution - Donated Infrastructure	689,776	357,399	410,882	0	0	1,458,056	0	1,458,056	0	0.00%
Salary and Admin Expense	0	0	0	0	0	0	0	0	0	0.00%
Consulting Expenses: Developer	65,644	0	0	0	0	65,644	2,500	63,144	2,500	2625.76%
Consulting Expenses: FSA	15,261	0	0	0	0	15,261	0	15,261	0	0.00%
Developer Income/Expenses	689,179	359,170	410,882	0	0	1,459,230	33,070	1,426,160	33,070	4412.55%
Other										
Other Income	10,828	11,729	398	530	1,856	25,341	85,200	(59,859)	85,200	29.74%
Grant Revenue	197,647	26,707	0	0	0	224,354	0	224,354	0	0.00%
CIA Ditch Service Charges	0	0	0	0	0	0	0	0	0	0.00%
Consulting: Water Studies	0	0	0	0	0	0	18,000	(18,000)	18,000	0.00%
CIA Ditch Maintenance & Operations	12,123	0	0	0	0	12,123	5,000	7,123	5,000	242.45%
Salary and Admin Expenses	0	0	0	0	0	0	0	0	0	0.00%
Investment FMV adjustment	(64,987)	(48,124)	(7,558)	(4,107)	(3,808)	(128,584)	0	(128,584)	0	0.00%
Total Other Income	131,365	(9,688)	(7,160)	(3,577)	(1,952)	108,988	62,200	46,788	62,200	175.22%
Net Income (Loss)	(241,472)	98,182	597,463	8,696	451,176	914,049	1,281,586	(367,537)	1,281,586	71.32%

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2023**

Water	Wastewater	Drainage	Solid Waste	Security	Total	YTD Budget	Over(Under)	Annual Budget	% of Budget
Net Income (Loss)					914,049				
Not Budgeted items:									
Contribution - Donated Infrastructure					(1,458,056)				
Grant Revenue					(224,354)				
Investment FMV adjustment					128,584				
Depreciation					1,564,425				
Net Income(Loss) Adjusted					924,648				
Adopted Budget Net Income					1,281,586				
Variances					(356,938)				
Operation Income (Loss)					(2,697,335)				
Depreciation					1,564,425				
Adjusted Operation Loss					(1,132,910)				
Budgeted Operation Loss					(741,838)				
Variances					(391,072)				

Highlights – FY23

- Utility operations reported an operating loss of approximately \$2.7 million.
- After adding back depreciation expense of \$1.6 million, which is a non-cash item and not budgeted for operational purposes, the adjusted operating loss was approximately \$1.1 million.
- Utility rates are intended to support operating costs; however, revenues were insufficient to fully offset expenses during the year.
- FY22/23 was the year the proposed rate increase was overturned, limiting the utility's ability to generate additional revenue to support operations and maintain financial stability.
- The operating results highlight the importance of maintaining adequate rate levels to ensure the long-term sustainability of utility services.
- Property Tax was used to cover the operation loss as indicated in the adopted budget FY23.

				Actual
Operation Income (Loss)				(2,697,335)
Depreciation				1,564,425
Adjusted Operation Loss				(1,132,910)
Budgeted Operation Loss				(741,838)
Variances				(391,072)

Monthly Rates July 1, 2025	%	Monthly Rates July 1, 2024	%	Monthly Rates July 1, 2023	%	Monthly Rates July 1, 2022	%	Monthly Rates July 1, 2021
54.09	3%	52.26	18%	42.84	10%	38.73	0%	38.73
16.00	13%	14	0%	14	0%	14	0%	14
70.09	5%	66.26	14%	56.84	7%	52.73	0%	52.73
39.86	0%	39.86	20%	31.92	0%	31.92	0%	31.92
109.95	3%	106.12	16%	88.76	5%	84.65	0%	84.65
6.00	0%	6	0%	6	0%	6	0%	6
61.61	3%	59.53	9%	54.12	28%	38.73	0%	38.73
16.00	13%	14	0%	14	0%	14	0%	14
77.61	5%	73.53	7%	68.12	23%	52.73	0%	52.73
43.87	12%	38.75	-1%	38.96	29%	27.82	0%	27.82
3.00	0%	3	0%	3	33%	2	0%	2
3.00		2.5		0		0		0
33.48	2%	32.82	2%	32.18	2%	31.55	2%	30.93
5.87	2%	5.75	2%	5.64	2%	5.53	2%	5.43
\$ 282.78	5%	\$ 268.47	10%	\$ 242.66	13%	\$ 210.28	0%	\$ 209.56

←

2022 – no increase due to rate was overturned

The FY23 adopted budget does not present the fiscal year net position. Therefore, it has been reformatted to align with a standardized reporting structure, ensuring consistency and comparability with the current financial statement format.



RANCHO MURIETA CSD
FY 2022-23 Adopted Budget
Budget Summary

	FY 2019-20 Actual	FY 2020-21 Unaudited	FY 2021-22 Projected Year End	% Budget Change	FY 2022-23 Adopted	% Budget Change
Revenues						
Administration	843,071	804,005	834,123	3.7%	817,450	-2%
Water	2,686,451	2,645,112	2,657,212	0.5%	2,905,332	9%
Sewer	1,671,504	1,540,870	1,647,416	6.9%	1,703,379	3%
Drainage	220,380	220,118	222,681	1.2%	240,644	8%
Solid Waste	725,222	753,273	1,010,340	34.1%	961,093	-5%
Security	1,396,374	1,470,397	1,645,615	11.9%	1,645,217	0%
Total Revenues	7,543,000	7,433,776	8,917,388	7.9%	8,273,115	3%
Expenditures						
Administration	1,626,915	1,621,544	1,952,026	20.4%	1,977,786	1%
Water	1,954,578	2,510,744	2,378,070	-5.3%	2,076,091	-13%
Sewer	1,950,063	1,300,841	1,400,419	3.7%	1,372,539	-2%
Drainage	213,189	182,212	206,805	13.5%	247,781	20%
Solid Waste	824,673	772,798	1,048,904	35.7%	1,032,280	-2%
Security	1,617,107	1,427,191	1,550,861	8.7%	1,438,206	-7%
Total Operating Expenses	8,186,527	7,865,330	8,537,885	8.5%	8,144,683	-5%
Transfers						
Transfer from 100 - Administration	(220,733)	(497,283)	(397,320)	-20.1%	(775,000)	96%
Transfer to 200 - Water	-	-	-	0.0%	-	0%
Transfer to 250 - Wastewater	-	-	-	0.0%	159,651	0%
Transfer to 260 - Drainage	-	24,853	32,848	32.2%	89,783	173%
Transfer to 400 - Solid Waste	-	-	-	0.0%	110,975	0%
Transfer to 500 - Security	220,733	472,430	364,472	-22.9%	414,591	14%
Total Transfers	0	0	0	0%	0	0%
Administration Allocation						
Administration	-	(1,621,544)	(1,952,026)	20.4%	(1,977,786)	1%
Water	-	603,900	726,895	20.4%	744,258	2%
Sewer	-	402,143	484,187	20.4%	490,491	1%
Drainage	-	67,759	81,569	20.4%	82,646	1%
Solid Waste	-	32,107	38,650	20.4%	38,789	0%
Security	-	515,635	620,725	20.4%	621,602	0%
Total Administration Allocation	0	0	0	0%	0	0%
Reserve Collections						
Administration	-	-	-	-	-	-
Water	263,954	335,206	467,754	39.5%	468,854	0%
Sewer	230,796	235,348	494,295	110.0%	496,395	0%
Security	98,000	-	-	0.0%	-	0%
Drainage	66,000	-	-	0.0%	-	0%
Total Reserve Collections	658,750	570,554	962,049	-49%	965,249	0%
Inter-fund Borrowing Repayment						
Interfund Collection	188,221	212,199	212,199	0.0%	212,199	0%
Loan Repayment	211,127	187,905	187,905	0.0%	187,905	0%
Interfund Loan Total	0	0	0	0%	0	0%

Reformatted

	42,450.00
	2,905,332.00
	1,703,379.00
	240,644.00
	961,093.00
	1,645,217.00
	7,438,115.00
	1,977,786.00
	2,076,091.00
	1,372,539.00
	247,781.00
	1,032,280.00
	1,438,206.00
	8,144,683.00
Operating Income (Loss)	(646,568.00)
Property Tax	775,000.00
Operation Result after Property Tax Revenue	128,432.00
Reserve Contributions	965,249.00
Debt service Fund	187,905.00
Net Income (Loss)	1,281,586.00

This amount includes expenses that are not classified as nonoperating expenses. E.g. Water Studies, FSA legal fees and Developer related expenses. They are classified as under the non. These expenses are now classified under nonoperation activities.

Review of Budget Vs. Actual - UNAUDITED

The FY 2024 audit is currently in progress; therefore, the financial information presented herein is preliminary and subject to change.

This information is presented solely for the purpose of obtaining approval of the budget amendment related to property tax allocation.

FY 2024

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2024**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	Over(Under)	Annual Budget	% of Budget
Operation									
Operating Revenue									
Residential Fees	\$2,442,298	\$1,718,196	\$196,440	\$1,406,576	\$1,271,187	\$7,034,697	(\$117,122)	\$7,151,819	98.36%
Commercial Fees	392,537	187,029	29,414	0	256,106	865,087	(113,523)	978,610	88.40%
Late Fees & Penalties	11,098	4,448	440	2,458	1,962	20,407	(17,693)	38,100	53.56%
Other Sales	23,332	0	0	0	0	23,332	17,932	5,400	432.08%
Investment Earnings	0	0	0	0	0	0	0	0	0.00%
Interest Income	293,475	165,872	16,931	22,575	79,013	577,866	532,516	45,350	1274.24%
Water- Admin Charges -	0	0	0	0	0	0	0	0	0.00%
Other Fees	0	0	0	0	2,550	2,550	(8,550)	11,100	22.97%
Total Operating Revenue	3,162,740	2,075,545	243,225	1,431,609	1,610,818	8,523,939	293,560	8,230,379	103.57%
Expenses									
Operating Expenses									
Salaries and Wages	610,571	598,721	46,977	1,600	784,036	2,041,904	153,163	1,888,741	108.11%
Benefits, Taxes & Pension	416,548	314,794	31,537	10,921	464,422	1,238,222	339,541	898,681	137.78%
Workers Compensation	49,309	29,842	7,259	0	46,581	132,992	132,992	0	0.00%
Capacity Purchase	0	0	0	0	0	0	(138,749)	138,749	0.00%
Chemical	152,660	66,059	0	0	0	218,720	151,720	67,000	326.45%
Regulatory - Inspections	94,964	0	0	0	0	94,964	94,964	0	0.00%
Regulatory - Lab Testing	19,109	14,133	1,855	0	0	35,097	20,097	15,000	233.98%
Tools & Supplies	25,754	14,405	0	0	2,742	42,901	(284,759)	327,660	13.09%
Repairs & Maintenance	382,653	295,845	19,744	0	39,597	737,839	99,739	638,100	115.63%
Uniform and Clothings	8,998	8,015	0	0	2,405	19,418	9,362	10,056	193.10%
Training and Seminars	6,481	2,358	0	0	1,293	10,132	(12,068)	22,200	45.64%
Small Equipment	3,810	(5,150)	3,558	0	0	2,218	(20,662)	22,880	9.69%
License & Permits	56,693	73,534	0	0	75	130,302	53,810	76,492	170.35%
Contractual Services	123,817	72,100	11,123	1,315,604	128	1,522,772	(242,303)	1,765,075	86.27%
Rental/Lease expenses	19,217	0	0	0	0	19,217	11,217	8,000	240.22%
Travel and Mileage	13,804	12,262	0	0	12,525	38,590	(17,510)	56,100	68.79%
Software License/Support	5,268	17,448	0	0	20,210	42,926	(27,714)	70,640	60.77%
HR & Recruitment	551	675	0	0	962	2,188	(2,728)	4,916	44.51%
Memberships & Subscriptions	929	379	0	0	0	1,308	83	1,225	106.80%
Miscellaneous	0	0	0	0	0	0	0	0	0.00%
Utilities	218,525	139,468	0	0	8,422	366,416	48,416	318,000	115.23%
Telecommunications	31,971	31,971	0	0	29,338	93,280	47,070	46,210	201.86%
Office Supplies	664	1,068	0	0	542	2,275	(1,585)	3,860	58.93%
Bad Debts	0	0	0	0	0	0	0	0	0.00%
Fines and Penalties	0	0	0	0	0	0	0	0	0.00%
Miscellaneous Expenses	(112,138)	0	0	22,539	6,271	(83,328)	(258,119)	174,791	(47.67%)
Depreciation - Water	904,144	618,179	40,671	0	63,207	1,626,201	1,626,201	0	0.00%
Gain/Loss on Asset Disposition	0	0	0	0	0	0	0	0	0.00%
Interest Expense	12,582	66	0	0	0	12,648	12,648	0	0.00%
Total Operating Expenses	3,046,884	2,306,172	162,724	1,350,664	1,482,756	8,349,202	1,794,826	6,554,376	127.38%

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2024**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	Over(Under)	Annual Budget	% of Budget
General and Administrative Expenses									
Salaries & Wages	403,217	209,363	23,263	31,017	108,558	775,417	(37,189)	812,606	95.42%
Benefits, Taxes & Pension	206,101	107,014	11,890	15,854	55,489	396,349	(238,653)	635,002	62.42%
OPEB	(55,260)	(28,963)	(3,218)	(4,291)	(15,018)	(106,750)	(268,644)	161,894	(65.94%)
Worker's Comp Insurance	29,189	15,156	1,684	2,245	7,859	56,133	56,133	0	0.00%
Insurance	127,421	66,161	7,351	9,802	34,306	245,040	245,040	0	0.00%
Community Communications	13,370	6,942	771	1,028	3,600	25,711	25,711	0	0.00%
Repairs and Maintenance	28,175	14,629	1,625	2,167	7,586	54,183	4,183	50,000	108.37%
Rental/Lease expenses	0	0	0	0	0	0	0	0	0.00%
Telecommunications	15,909	8,260	918	1,224	4,283	30,594	594	30,000	101.98%
Software License/Support	81,940	42,546	4,727	6,303	22,061	157,577	(26,073)	183,650	85.80%
Utilities	15,212	7,898	878	1,170	4,095	29,253	29,253	0	0.00%
Membership and Subscriptions	5,135	2,666	296	395	1,383	9,875	(5,125)	15,000	65.83%
Training and Seminars	198	103	11	15	53	381	(4,619)	5,000	7.62%
Legal Fees	72,657	37,726	4,192	5,589	19,561	139,724	64,724	75,000	186.30%
Consulting Fees	155,175	80,572	8,952	11,937	41,778	298,413	158,413	140,000	213.15%
HR and Recruitment Fees	10,667	5,539	615	821	2,872	20,513	4,513	16,000	128.21%
Accounting and Audit Fees	40,993	21,285	2,365	3,153	11,037	78,833	52,483	26,350	299.17%
Travel and Mileage	3	2	0	0	1	7	7	0	0.00%
Office supplies	17,892	9,290	1,032	1,376	4,817	34,407	(593)	35,000	98.31%
Postage	10,692	5,552	617	822	2,879	20,562	(2,138)	22,700	90.58%
Bank Analysis Fees	2,077	1,079	120	160	559	3,995	3,995	0	0.00%
Board and Committee Meetings	4,133	2,146	238	318	1,113	7,948	(2,052)	10,000	79.48%
Fines and Penalties	0	0	0	0	0	0	0	0	0.00%
Employee events	0	0	0	0	0	0	0	0	0.00%
Small Equipments	0	0	0	0	0	0	0	0	0.00%
Miscellaneous	(1,136)	(590)	(66)	(87)	(306)	(2,184)	(7,184)	5,000	(43.69%)
Rental/Lease expenses	0	0	0	0	0	0	0	0	0.00%
Depreciation	6,865	3,310	368	0	1,423	11,966	11,966	0	0.00%
Gain/Loss on Assets Disposal	0	0	0	0	0	0	0	0	0.00%
Total General and Administrative Expenses	1,190,625	617,686	68,629	91,018	319,989	2,287,945	64,743	2,223,202	102.91%
Total Expenses	4,237,509	2,923,858	231,353	1,441,682	1,802,745	10,637,147	1,859,569	8,777,578	121.19%
Operation Income (Loss)	(1,074,769)	(848,313)	11,872	(10,073)	(191,927)	(2,113,208)	(1,566,009)	(547,199)	386.19%
Less: Property Taxes Revenue	470,923	313,579	66,483	0	55,403	906,387	88,387	818,000	110.81%
Operation Result after Property Taxes Revenue	(603,846)	(534,734)	78,355	(10,073)	(136,524)	(1,206,821)	(1,477,622)	270,801	(445.65%)

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2024**

	Water	Wastewater	Drainage	Solid Waste	Security	Total	Over(Under)	Annual Budget	% of Budget
Other Non-Operation Activities									
Reserve Contribution									
Water Capital Impr Fees	61,675	35,198	0	0	2,347	99,220	(140,819)	240,039	41.34%
Water Augmentation Fees	199,092	0	0	0	0	199,092	(105,189)	304,281	65.43%
Water Cap Replacement Reserve	462,177	492,293	0	0	0	954,470	58,190	896,280	106.49%
Debt Service Fees	188,580	0	0	0	0	188,580	151,831	196,400	513.16%
Security Impact Fees	0	0	0	0	33,600	33,600	33,600	0	0.00%
Interest and Investment Earnings (Restr.)	0	0	0	0	0	0	0	0	0.00%
Total Reserve Revenue	911,524	527,491	0	0	35,947	1,474,962	(2,387)	1,637,000	99.84%
Developer Activities									
Developer Revenue	69,315	0	0	0	0	69,315	67,315	2,000	3465.73%
Inspection Revenue	14,790	2,277	0	0	0	17,067	(51,693)	68,760	24.82%
Contribution - Donated Infrastructure	695,417	653,861	521,900	0	0	1,871,177	1,871,177	0	0.00%
Salary and Admin Expense	0	0	0	0	0	0	0	0	0.00%
Consulting Expenses: Developer	69,315	0	0	0	0	69,315	66,815	2,500	2772.58%
Consulting Expenses: FSA	40,696	0	0	0	0	40,696	40,696	0	0.00%
Developer Income/Expenses	669,511	656,138	521,900	0	0	1,847,547	1,779,287	68,260	2706.63%
Other									
Other Income	29,818	16,300	1,533	2,044	7,156	56,851	2,291	54,560	104.20%
Grant Revenue	99,918	56,909	0	20,000	0	176,827	176,827	0	0.00%
CIA Ditch Service Charges	0	0	0	0	0	0	0	0	0.00%
Consulting:Water Studies	314,616	0	0	0	0	314,616	(110,384)	425,000	74.03%
CIA Ditch Maintenance & Operations	0	0	0	0	0	0	(5,000)	5,000	0.00%
Salary and Admin Expenses	0	0	0	0	0	0	0	0	0.00%
Investment FMV adjustment	64,987	48,124	7,558	4,107	3,808	128,584	128,584	0	0.00%
Total Other Income Grant Income	(119,893)	121,333	9,091	26,151	10,964	47,646	423,086	(375,440)	(12.69%)
Net Income (Loss)	857,296	770,228	609,346	16,078	(89,613)	2,163,335	722,365	1,600,621	150.13%

**Rancho Murieta Community Services District
Statement of Revenue and Expenses - Unaudited
Budget vs. Actual
For the Twelve Months Ending June 30, 2024**

Water	Wastewater	Drainage	Solid Waste	Security	Total	Over(Under)	Annual Budget	% of Budget
					Actual			
Net Income (Loss)					2,163,335			
Not Budgeted items:								
Contribution - Donated Infrastructure					(1,871,177)			
Grant Revenue					(176,827)			
Investment FMV adjustment					(128,584)			
Depreciation					1,626,201			
					-			
Net Income(Loss) Adjusted					1,612,948			
Adopted Budget Net Result					1,600,621			
Variances					12,327			
					Actual			
Operation Income (Loss)					(2,113,208)			
Depreciation - Not Budget					1,626,201			
Adjusted Operation Loss					(487,007)			
Budgeted Operation Loss					(547,199)			
Variances					60,192			

The FY24 adopted budget does not present the fiscal year net position. It was prepared based on cash resources and usage. Therefore, it has been reformatted to align with a standardized reporting structure, ensuring consistency and comparability with the current financial statement format.



RANCHO MURIETA Community Services District
FY 2023-24 Proposed Budget
Budget Summary


	FY 2020-21 Budget	FY 2021-22 Budget	FY 2022-23 Budget	FY 2023-24 Proposed Budget	% Change		Revised Reformatted	Reconciled to FS	Variance
Revenues									
Administration	722,210	756,290	817,450	860,450	5%		860,450.00		
Water	2,507,729	2,634,526	2,905,332	4,271,112	47%		4,271,112.00		
Wastewater	1,513,570	1,660,269	1,703,379	2,594,401	52%		2,594,401.00		
Drainage	217,192	214,916	240,644	240,000	0%		240,000.00		
Solid Waste	735,479	986,086	961,093	1,416,427	47%		1,416,427.00		
Security	1,526,347	1,568,266	1,645,217	1,587,960	-3%		1,587,960.00		
Total	7,222,528	7,820,354	8,273,115	10,970,350	33%		10,970,350.00		
Uses of Resources									
Administration	1,825,904	1,976,562	1,977,786	2,046,308	3%		2,046,308.00		
Water	1,816,956	1,895,710	2,076,091	4,054,025	95%		4,054,025.00		
Wastewater	1,248,848	1,159,843	1,372,539	2,282,405	66%		2,282,405.00		
Drainage	204,778	214,428	247,781	221,694	-11%		221,694.00		
Solid Waste	715,708	922,243	1,032,279	1,394,424	35%		1,394,424.00		
Security	1,410,332	1,392,245	1,438,206	1,254,124	-13%		1,254,124.00		
Total	7,222,526	7,561,031	8,144,682	11,252,980	38%		11,252,980.00		
Transfers In									
To Capital Reserve from Admin				283,000					
To Water from Admin	-	-	-	425,000					
To Wastewater from Admin			159,651						
To Drainage from Admin	64,521	82,107	89,783	60,000					
To Solid Waste from Admin	-	-	110,975	-					
To Security from Admin	469,452	452,516	414,591	50,000					
Transfers Out									
From Admin to Capital Reserve				(283,000)					
From Admin to Water	-	-	-	(425,000)					
From Admin to Wastewater			(159,651)						
From Admin to Drainage	(64,521)	(82,107)	(89,783)	(60,000)					
From Admin to Solid Waste	-	-	(110,975)	-					
From Admin to Security	(469,452)	(452,516)	(414,591)	(50,000)					
Administrative Cost Allocation Transfers									
To Admin from Operating Depts.	1,825,904	1,976,562	1,977,786	2,003,858		Reserve Contributions	896,280.00	896,280.00	-
From Water to Admin	(679,974)	(736,038)	(744,258)	(745,435)					
From Sewer to Admin	(452,787)	(490,188)	(490,491)	(496,957)					
From Drainage to Admin	(76,299)	(82,595)	(82,646)	(84,162)		Developer fees	544,320.00	544,320.00	-
From Solid Waste to Admin	(36,216)	(39,204)	(38,789)	(40,077)		Debt service Fund	196,400.00	196,400.00	-
From Security to Admin	(580,627)	(628,537)	(621,602)	(637,227)					
Total Transfers	-	-	-	-		Net Income (Loss)	(282,630.00)	1,600,621.00	

* This amount included expenses that are not classified as nonoperating expenses. Eg. Water Studies, FSA legal fees and Developers related expenses. They are classified as under the non These expenses are now classified under nonoperation activities.

Highlights – FY24

- Utility operations reported an operating loss of approximately **\$2.1 million**.
- After adding back **\$1.6 million in depreciation expense**, a non-cash item that is not budgeted for operational purposes, the **adjusted operating loss was approximately \$487,000**, a significant improvement from the **FY23 adjusted operating loss of \$1.1 million**.
- Utility rates **increased by 13%** compared to the prior fiscal year, contributing to improved operating results.
- **Property tax revenue was used to offset the operating loss**, consistent with the FY23 adopted budget. However, property tax revenue is intended to serve as an **operating reserve** and should be preserved to support long-term financial stability and future operational needs.

				Actual
	Operation Income (Loss)			(2,113,208)
		Depreciation - Not Budget		1,626,201
		Adjusted Operation Loss		(487,007)
		Budgeted Operation Loss		(547,199)
		Variations		60,192



RANCHO MURIETA Community Services District
FY 2023-24 Proposed Budget
Budget Summary

	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	%
	Budget	Budget	Budget	Proposed Budget	Change
Revenues					
Administration	722,210	756,290	817,450	860,450	5%
Water	2,507,729	2,634,526	2,905,332	4,271,112	47%
Wastewater	1,513,570	1,660,269	1,703,379	2,594,401	52%
Drainage	217,192	214,916	240,644	240,000	0%
Solid Waste	735,479	986,086	961,093	1,416,427	47%
Security	1,526,347	1,568,266	1,645,217	1,587,960	-3%
Total	7,222,528	7,820,354	8,273,115	10,970,350	33%
Uses of Resources					
Administration	1,825,904	1,976,562	1,977,786	2,046,308	3%
Water	1,816,956	1,895,710	2,076,091	4,054,025	95%
Wastewater	1,248,848	1,159,843	1,372,539	2,282,405	66%
Drainage	204,778	214,428	247,781	221,694	-11%
Solid Waste	715,708	922,243	1,032,279	1,394,424	35%
Security	1,410,332	1,392,245	1,438,206	1,254,124	-13%
Total	7,222,526	7,561,031	8,144,682	11,252,980	38%
Transfers In					
To Capital Reserve from Admin				283,000	
To Water from Admin	-	-	-	425,000	
To Wastewater from Admin			159,651		
To Drainage from Admin	64,521	82,107	89,783	60,000	
To Solid Waste from Admin	-	-	110,975	-	
To Security from Admin	469,452	452,516	414,591	50,000	
Transfers Out					
From Admin to Capital Reserve				(283,000)	
From Admin to Water	-	-	-	(425,000)	
From Admin to Wastewater			(159,651)		
From Admin to Drainage	(64,521)	(82,107)	(89,783)	(60,000)	
From Admin to Solid Waste	-	-	(110,975)	-	
From Admin to Security	(469,452)	(452,516)	(414,591)	(50,000)	

**Request for the Approval of Amendment to the Adopted
Budget for Property Tax Allocation**

FY 23 & FY 24

MEMORANDUM


Date: July 2, 2026
 To: Board of Directors/Finance Committee
 From: Cecilia Min, Director of Finance and Administration
 Subject: Approval to Amend Adopted FY 2023 Budget for Property Tax Allocation

Proposed Action

Staff request Board/Finance Committee approval to amend the FY23 adopted budget for property tax allocation by redirecting funds to cover operating losses exclusively to Water, Wastewater, and Solid Waste funds.

Background

FY23 adopted budget shows a property tax budget of \$775K and allocated to the various funds as indicated below. The budget allocated for security is \$414,591 and drainage of \$89,783.

 RANCHO MURIETA CSD FY 2022-23 Adopted Budget Budget Summary						
	FY 2019-20 Actual	FY 2020-21 Unaudited	FY 2021-22 Projected Year End	% Budget Change	FY 2022-23 Adopted	% Budget Change
Revenues						
Administration	843,071	804,005	834,123	3.7%	817,450	-2%
Water	2,686,451	2,645,112	2,657,212	0.5%	2,905,332	9%
Sewer	1,671,504	1,540,870	1,647,416	6.9%	1,703,379	3%
Drainage	220,380	220,118	222,681	1.2%	240,644	8%
Solid Waste	725,222	753,273	1,010,340	34.1%	961,093	-5%
Security	1,396,374	1,470,397	1,645,615	11.9%	1,645,217	0%
Total Revenues	7,543,000	7,433,776	8,017,388	7.9%	8,273,115	3%
Expenditures						
Administration	1,626,915	1,621,544	1,952,026	20.4%	1,977,786	1%
Water	1,954,578	2,510,744	2,378,070	-5.3%	2,076,091	-13%
Sewer	1,950,063	1,350,841	1,400,419	3.7%	1,372,539	-2%
Drainage	213,189	182,212	206,805	13.5%	247,781	20%
Solid Waste	824,673	772,798	1,048,904	35.7%	1,032,280	-2%
Security	1,617,107	1,427,191	1,550,861	8.7%	1,438,206	-7%
Total Operating Expenses	8,186,527	7,865,330	8,537,085	8.5%	8,144,683	-5%
Transfers						
Transfer from 100 - Administration	(220,733)	(497,283)	(397,320)	-20.1%	(775,000)	95%
Transfer to 200 - Water	-	-	-	0.0%	-	0%
Transfer to 250 - Wastewater	-	-	-	0.0%	159,651	0%
Transfer to 260 - Drainage	-	24,853	32,848	32.2%	89,783	173%
Transfer to 400 - Solid Waste	-	-	-	0.0%	110,975	0%
Transfer to 500 - Security	220,733	472,430	364,472	-22.9%	414,591	14%
Total Transfers	0	0	0		0	0%

The unaudited statement of revenues and expenditures for FY23 is presented below.

Consistent with the FY23 adopted property tax allocation methodology, the actual property tax revenue of \$863,468 was allocated based on the established percentages. The resulting net outcomes for each fund are outlined below.

1. Water = \$(1,737,391)
2. Wastewater = \$(751,435)
3. Drainage = \$193,741
4. Solid Waste = \$12,273
5. Security = \$448,941

W

Rancho Murieta Community Services District						
Statement of Revenue and Expenses - Unaudited						
Budget vs. Actual						
For the Twelve Months Ending June 30, 2023						
	Water	Wastewater	Drainage	Solid Waste	Security	Total
Operation						
Total Operating Revenue	2,984,776	1,714,139	228,019	1,000,573	1,538,337	7,465,843
Expenses						
Total Operating Expenses	3,066,273	1,784,878	38,234	985,101	1,069,779	6,944,264
Total General and Administrative Exp	1,655,894	858,571	96,076	126,842	481,534	3,218,913
Total Expenses	4,722,167	2,643,449	134,310	1,111,943	1,551,313	10,163,178
Operation Income (Loss)	(1,737,391)	(929,310)	93,709	(111,370)	(12,976)	(2,697,335)
Less: Property Taxes Revenue	0	177,875	100,032	123,643	461,917	863,468
Operation Result after Property Taxes	(1,737,391)	(751,435)	193,741	12,273	448,941	(1,833,867)
Other Non-Operation Activities						
Total Reserve Revenue	675,375	500,135	0	0	4,187	1,179,698
Developer Income/Expenses	689,179	359,170	410,882	0	0	1,459,230
Other						
Total Other Income	131,365	(9,688)	(7,160)	(3,577)	(1,952)	108,988
Net Income (Loss)	(241,472)	98,182	597,463	8,696	451,176	914,049

Property tax reserves should not be allocated to the Security fund, as doing so results in a significant and unintended increase in the Security fund balance. Measure K revenues are intended to fund Security operations and should remain the primary source for these expenditures.

Property taxes should be reallocated based on the operating loss ratios of the Water, Wastewater, and Solid Waste funds. The final allocation amounts will be determined based on the audited financial statements; however, the allocation methodology will be driven by each fund's proportionate operating loss.

	Water	Wastewater	Drainage	Solid Waste	Security	Total
Operation Income (Loss)	(1,737,391)	(929,310)	93,709	(111,370)	(12,976)	(2,697,335)
Operating loss ratio	63%	33%		4%		
Property taxes adjusted allocation.	540,008	288,844		34,616		863,468

This adjustment is required to finalize the FY23 audit. However, staff cannot record the adjustment without Board approval.

Conclusion

Staff recommend that the Board/Finance Committee approve an amendment to the adopted FY23 budget to revise the property tax allocation percentages. The proposed amendment reallocates property tax revenues to cover operating losses incurred in the Water, Wastewater, and Solid Waste funds.

MEMORANDUM


Date: July 2, 2026
 To: Board of Directors/Finance Committee
 From: Cecilia Min, Director of Finance
 Subject: Approval to Amend Adopted FY 2024 Budget for Property Tax Allocation

Proposed Action

Staff request Board/Finance Committee approval to amend the FY24 adopted budget for property tax allocation by redirecting funds to cover operating losses exclusively to Water, Wastewater, and Solid Waste funds.

Background

FY24 adopted budget shows a property tax budget of \$881K (283K+ 425K+60K+50K) and allocated to the various funds as indicated below. The budget allocated for security is \$50K and drainage of \$60K.

 RANCHO MURIETA Community Services District FY 2023-24 Proposed Budget Budget Summary					
	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	%
	Budget	Budget	Budget	Proposed Budget	Change
Revenues					
Administration	722,210	756,290	817,450	860,450	5%
Water	2,507,729	2,634,526	2,905,332	4,271,112	47%
Wastewater	1,513,570	1,660,269	1,703,379	2,594,401	52%
Drainage	217,192	214,916	240,644	240,000	0%
Solid Waste	735,479	986,086	961,093	1,416,427	47%
Security	1,526,347	1,568,266	1,645,217	1,587,960	-3%
Total	7,222,528	7,820,354	8,273,115	10,970,350	33%
Uses of Resources					
Administration	1,825,904	1,976,562	1,977,786	2,046,308	3%
Water	1,816,956	1,895,710	2,076,091	4,054,025	95%
Wastewater	1,248,848	1,159,843	1,372,539	2,282,405	66%
Drainage	204,778	214,428	247,781	221,694	-11%
Solid Waste	715,708	922,243	1,032,279	1,394,424	35%
Security	1,410,332	1,392,245	1,438,206	1,254,124	-13%
Total	7,222,526	7,561,031	8,144,682	11,252,980	38%
Transfers In					
To Capital Reserve from Admin				283,000	
To Water from Admin	-	-	-	425,000	
To Wastewater from Admin			159,651		
To Drainage from Admin	64,521	82,107	89,783	60,000	
To Solid Waste from Admin	-	-	110,975	-	
To Security from Admin	469,452	452,516	414,591	50,000	
Transfers Out					
From Admin to Capital Reserve				(283,000)	
From Admin to Water	-	-	-	(425,000)	
From Admin to Wastewater			(159,651)		
From Admin to Drainage	(64,521)	(82,107)	(89,783)	(60,000)	
From Admin to Solid Waste	-	-	(110,975)	-	
From Admin to Security	(469,452)	(452,516)	(414,591)	(50,000)	

The unaudited statement of revenues and expenditures for FY24 is presented below.

Consistent with the FY24 adopted property tax allocation methodology, the actual property tax revenue of \$906,387 was allocated based on the established percentages. The resulting net outcomes for each fund are outlined below.

1. Water = \$(603,846)
2. Wastewater = \$(534,734)
3. Drainage = \$73,355
4. Solid Waste = \$(10,073)
5. Security = \$136,524

Rancho Murieta Community Services District						
Statement of Revenue and Expenses - Unaudited						
Budget vs. Actual						
For the Twelve Months Ending June 30, 2024						
	Water	Wastewater	Drainage	Solid Waste	Security	Total
Operation						
Total Operating Revenue	3,162,740	2,075,545	243,225	1,431,609	1,610,818	8,523,939
Expenses						
Total Operating Expenses	3,046,884	2,306,172	162,724	1,350,664	1,482,756	8,349,202
Total General and Administrative Expenses	1,190,625	617,686	68,629	91,018	319,989	2,287,945
Total Expenses	4,237,509	2,923,858	231,353	1,441,682	1,802,745	10,637,147
Operation Income (Loss)	(1,074,769)	(848,313)	11,872	(10,073)	(191,927)	(2,113,208)
Less: Property Taxes Revenue	470,923	313,579	66,483	0	55,403	906,387
Operation Result after Property Taxes Revenue	(603,846)	(534,734)	78,355	(10,073)	(136,524)	(1,206,821)
	52%	35%	7%		6%	
Other Non-Operation Activities						
Total Reserve Revenue	911,524	527,491	0	0	35,947	1,474,962
Developer Income/Expenses	669,511	656,138	521,900	0	0	1,847,547
Total Other Income Grant Income	(119,893)	121,333	9,091	26,151	10,964	47,646
Net Income (Loss)	857,296	770,228	609,346	16,078	(89,613)	2,163,335

Measure K revenues are intended to fund Security operations and should remain the primary source for these expenditures. Property tax reserves should be reallocated ratably to Water, Wastewater, and Solid Waste to cover operating loss.

Property taxes should be reallocated based on the operating loss ratios of the Water, Wastewater, and Solid Waste. The final allocation amounts will be determined based on the audited financial statements; however, the allocation methodology will be driven by each fund's proportionate operating loss.

	Water	Wastewater	Drainage	Solid Waste	Security	Total
Operation Income (Loss)	(1,074,769)	(848,313)	11,872	(10,073)	(191,927)	(2,113,208)
Operating Loss Ratio	55.6%	43.9%		0.5%		
Property taxes adjusted allocation	503,921	397,744		4,723		906,387

This adjustment is required to finalize the FY24 audit. However, staff cannot record the adjustment without Board approval.

Conclusion

Staff recommend that the Board/Finance Committee approve an amendment to the adopted FY24 budget to revise the property tax allocation percentages. The proposed amendment reallocates property tax revenues to cover operating losses incurred in the Water, Wastewater, and Solid Waste funds.